Nova Scotia

ANNUAL REPORT

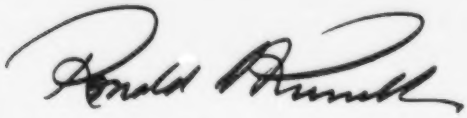
for the fiscal year
ending March 31, 1988

Liquor License Board

To His Honour
The Honourable Alan R. Abraham, C.D.
Lieutenant Governor of Nova Scotia

May It Please Your Honor:

I have the honour to submit herewith the Annual Report and Financial Statements of the Nova Scotia Liquor License Board for the period from April 1, 1987 to March 31, 1988.

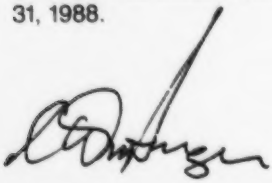


Ronald S. Russell
Minister in Charge of Administration
Liquor Control Act

To the Honourable Ronald S. Russell
Minister in Charge of Administration
Liquor Control Act
Province of Nova Scotia
Halifax, Nova Scotia

Sir:

In compliance with the request of the Auditor General, and in accordance with our undertaking last year, I have the honour to submit on behalf of the Nova Scotia Liquor License Board an expanded Annual Report and the Financial Statements for the period covering April 1, 1987 to March 31, 1988.



C. William Singer
Chairman and
Chief Executive Officer

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INTRODUCTION

The Nova Scotia Liquor License Board is appointed by the Governor-in-Council and consists of three persons, one of whom is designated as the Chairman. The Chairman is also the Chief Executive Officer of the Board. The Board has the mandate to license premises for the sale of liquor on the premises. It can hold Public Hearings in accordance with the Act and Regulations and monitors the sale of liquor in licensed premises through inspections. The Board also disciplines licensees in accordance with the Act and Regulations.

During the fiscal year April 1, 1987 to March 31, 1988 the Nova Scotia Liquor License Board was comprised of a Chairman and two Board Members.

Chairman & Chief Executive Officer — C. William Singer
Board Member — C.D. Ritchie
Board Member — G.H. MacNeil

License Applications, Public Hearings, Other Matters

During the fiscal year April 1, 1987 to March 31, 1988 the following number of license applications were heard by the Board:

Category	Applications	Granted	Denied	Issued	Reserved Decision
Eating Estab.	69	69	—	73	—
Lounge	16	15	—	17	1
Beverage Room	9	5	3	7	1
Club	12	12	—	12	—
Cabaret	—	—	—	—	—
Special Premises	20	20	—	17	—
Catering	8	—	—	8	—
Military	—	—	—	—	—
TOTAL	134	—	—	134*	—

*1. The number of licenses issued includes licenses granted in the previous fiscal year but not issued until the fiscal year 87/88.

2. Of the 69 Eating Establishment Liquor Licenses granted, eight were heard at Public Hearings.

In the fiscal year April 1, 1987 to March 31, 1988 the Board held 45 Public Hearings. These Public Hearings were held at the following locations pursuant to the provisions of the Liquor Control Act.

Annapolis Royal
Baddeck
Brookfield
Canso
Cheticamp
Dartmouth
Digby
Ingonish
Italy Cross
Kingston
Lake Echo
Liverpool
Louisbourg
New Glasgow
Noel
Springhill
Sydney
Truro
Upper Kennetcook
Western Shore
Whites Lake
Yarmouth

In the past year, the Board met on 55 occasions.

During the year, the Board heard 265 Other Matters at non-Public Hearings. This includes Eating Establishment Liquor License applications not requiring Public Hearings, Upgradings, Designations of Licensing Areas, Disciplinary Hearings, Transfer Hearings, and Board Consideration items.

Estimated Construction Value of Licensed Premises

The estimated construction value of new licensed premises obtained from the submissions of Applicants during the year was $27,224,547. This figure does not include Hotels or Motels.

Inspection Services and Disciplinary Hearings

During the fiscal year April 1, 1987 to March 31, 1988 the Inspection Services Department made 32,885 calls on licensed establishments. In addition, 15 letters of warning were written by the Director of Inspection Services.

During the same fiscal period, the Board held seven Disciplinary Hearings. The action taken by the Board ranged from a formal warning issued by the Board to a four week suspension of licensing privileges.

Special Occasion Licenses and Beer Garden Licenses

During the past year, the Board issued the following number of Special Occasion Licenses and Beer Garden Licenses.

Special Occasion Licenses	Beer Garden Licenses
Class I — 1210	78
Class II — 5014	
Class III — 2959	
TOTAL 9183	78

LICENSEE PURCHASES

The total amount of liquor purchased by licensees during the fiscal year is reported by the Nova Scotia Liquor Commission in its annual report.

AUDITOR'S REPORT

To the Honourable Ronald S. Russell
Minister in Charge of Administration
Liquor Control Act
Province of Nova Scotia
Halifax, Nova Scotia

We have examined the balance sheet of The Nova Scotia Liquor License Board as at March 31, 1988 and the statement of income for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Board as at March 31, 1988 and the results of its operations for the year then ended in accordance with generally accepted accounting principles as modified by the accounting policy note to the financial statements, applied on a basis consistent with that of the preceding year.

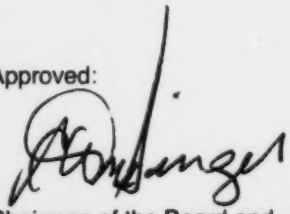
May 13, 1988
Thorne Ernst & Whinney
Chartered Accountants

THE NOVA SCOTIA LIQUOR LICENSE BOARD

BALANCE SHEET

	March 31 1988	1987
ASSETS		
CURRENT ASSETS		
Cash	$ 11,856	$ 92,886
Accounts receivable	62,737	28,477
Due from Nova Scotia Liquor Commission	26,482	294,123
Prepaid expenses	8,869	8,809
	$ 109,944	$ 424,295
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable	$ 93,640	$ 54,383
Due to Nova Scotia Liquor Commission	17,659	9,417
	$ 111,299	$ 63,800
DUE TO (FROM) MINISTER OF FINANCE		
Balance at beginning of year	360,495	(134,847)
Current year		
Net income	4,298,240	4,255,342
Remittances	(4,660,090)	(3,760,000)
Balance at end of year	(1,355)	360,495
	$ 109,944	$ 424,295

Approved:



Chairman of the Board and
Chief Executive Officer

THE NOVA SCOTIA LIQUOR LICENSE BOARD

STATEMENT OF INCOME

	Year Ended March 31	
	1988	1987
Revenue		
License revenue charge	$6,026,589	$5,922,638
License sales	373,668	364,496
License application fees	35,250	31,025
License transfer fees	9,800	10,040
Interest	15,757	12,290
Miscellaneous revenue	2,564	4,304
	6,463,628	6,344,793
Administrative expenses	2,165,388	2,089,451
NET INCOME	$4,298,240	$4,255,342

THE NOVA SCOTIA LIQUOR LICENSE BOARD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 1988

GENERAL

The Nova Scotia Liquor License Board is regulated by the Liquor Control Act of Nova Scotia. The Board's revenue is derived from the sale of licenses throughout Nova Scotia.

ACCOUNTING POLICY

These financial statements have been prepared in accordance with generally accepted accounting principles except that purchase of furniture, equipment and leasehold improvements are expensed in the year of acquisition.

COMPARATIVE FIGURES

Certain 1987 comparative figures have been reclassified to conform with financial statement presentation adopted in 1988.

AUDITORS' REPORT ON OTHER FINANCIAL INFORMATION

Nova Scotia Liquor License Board
Dartmouth, Nova Scotia

The audited financial statements of the Board and our report thereon are presented in the preceding section of this report. The following information is presented for purposes of additional analysis and is not required for a fair presentation of the financial position, results of operations, or changes in financial position of the Board. Such information has been subjected to auditing procedures applied in our examination of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

May 13, 1988
Thorne Ernst & Whinney
Chartered Accountants

THE NOVA SCOTIA LIQUOR LICENSE BOARD

SCHEDULE OF ADMINISTRATIVE EXPENSES

	Year Ended March 31	
	1988	1987
Salaries	$1,298,776	$1,281,820
Employee benefits	274,221	180,670
Travel	183,195	190,414
Administration (Nova Scotia Liquor Commission)	90,395	88,256
Plebiscites	37,065	42,962
Rent	64,396	63,924
Stationery and supplies	27,818	35,998
Telephone	34,274	33,341
Miscellaneous	39,739	34,513
Public Hearings	22,153	25,607
Postage	13,766	12,537
Civic taxes	4,729	4,874
Insurance	805	472
Professional fees	31,437	19,808
Furniture and equipment	34,964	39,035
Labelling equipment and supplies	5,851	29,582
Leasehold improvements	1,804	5,638
	$2,165,388	$2,089,451